## TYBBI Central Banking Sem 6 mock paper

- 1. \_\_\_\_\_\_ is the apex bank of banking sector of an economy.
  - A) Commercial bank
  - B) Central bank
  - C) Cooperative bank
  - D) National bank Answer: - B) Central bank

2. The Reserve Bank of India was established in \_\_\_\_\_.

- A) 1935
- B) 1934
- C) 1945
- D) 1947
  - Answer: B) 1934
- 3. The RBI was nationalized in the year \_\_\_\_\_.
  - A) 1934
  - B) 1947
  - C) 1949
  - D) 1935Answer: C) 1949
- 4. Growth with \_\_\_\_\_\_ is one of the important objectives of the monetary policy of RBI.
  - A) Price stability
  - B) Economic development
  - C) Standard of living
  - D) Higher money valueAnswer: A) Price stability
- 5. The central bank of the USA is called the \_\_\_\_\_.
  - A) Reserve Bank of USA
  - B) Federal Reserve System
  - C) Federal Bank
  - D) Bank of USA Answer: - B) Federal Reserve System
- 6. \_\_\_\_\_\_ is considered as an alternative to central bank.
  - A) Finance minister
  - B) Government

- C) Currency board
- D) Chief minister Answer: - C) Currency board
- 7. The major weakness faced by central banks in emerging economies is \_\_\_\_\_\_.
  - A) Weak financial system
  - B) Financing government debt
  - C) Both A & B
  - D) None of the above Answer: - C) Both A & B
- 8. Indian Rupee is fully convertible in the \_\_\_\_\_\_.
  - A) Current account
  - B) Capital account
  - C) Trade account
  - D) BOP account Answer: - A) Current account
- 9. Transparency improves \_\_\_\_\_\_ of the central bank.
  - A) Autonomy
  - B) Efficiency
  - C) Credibility
  - D) Functioning Answer: - C) Credibility
- 10. Top officials of the banking sector in India are appointed by the \_\_\_\_\_\_.
  - A) Government
  - B) RBI
  - C) Finance minister
  - D) Financial institutionAnswer: A) Government
- 11. \_\_\_\_\_ has framed the rules for transparency at the global level.
  - A) IMF
  - B) World bank
  - C) SEBI
  - D) BIS

Answer: - D) BIS

12. The monetary policy committee meets \_\_\_\_\_\_ times in a year.

A) 2
B) 3
C) 4
D) 5
Answer: - C) 4

13. The present governor of RBI is \_\_\_\_\_.

- A) Mr. Shaktikanta Das
- B) Mr. Urjit Patel
- C) Mr. N.K. Singh
- D) Mr. Arvind SubramanianAnswer: A) Mr. Shaktikanta Das

14. India's financial sector has \_\_\_\_\_ regulators.

- A) zero
- B) One
- C) Two
- D) Multiple Answers: - D) Multiplier

15. At present there are \_\_\_\_\_\_ core principles for banking supervision.

- A) 25
- **B**) 27
- C) 29
- D) 30

Answer: - C) 29s

16. Corporate raise capital by issuing \_\_\_\_\_\_.

- A) Shares
- B) Bonds
- C) Commercial paper
- D) Bills of exchange Answer: - C) Commercial papers

## 17. UTI was the \_\_\_\_\_ mutual fund established in India.

- A) First
- B) Second
- C) Third
- D) Last

Answer: - A) First

<ul> <li>18. DFHI of India coordinates the various institutions of the</li></ul>	market.
<ul> <li>19. Money market deals with finance.</li> <li>A) Short term</li> <li>B) Medium term</li> <li>C) Long term</li> <li>D) short and medium term Answer: - A) Short term</li> </ul>	
<ul> <li>20. Capital market is a market for lending and borrowing of</li></ul>	funds.

Answer: - D) Long and medium terms